LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 6537 DATE PREPARED: Dec 1, 2001

BILL NUMBER: SB 132 BILL AMENDED:

SUBJECT: Education Report Card.

FISCAL ANALYST: Chris Baker **PHONE NUMBER:** 232-9851

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill changes the required publication date and some components of school corporation annual performance reports. The bill removes language concerning the obsolete performance based accreditation program. The bill also provides for the transition in publication dates by moving the September 2002 publication date to January 2003.

Effective Date: July 1, 2002.

Explanation of State Expenditures: The Department of Education indicates no additional expenditures would be required at the state level for the implementation of the bill. Currently, the data from school corporations that is used for school corporation annual performance reports (APR) is already provided to the Department and placed into Department databases. The bill would allow the Department additional time to collect this data for the 2002 school year.

Explanation of State Revenues:

<u>Explanation of Local Expenditures:</u> *Annual Performance Report:* By moving the publication of the School Year 2001-2002 annual performance report (APR) from September 2002 to January 2003, school corporations could experience a one-time decrease in expenditures related to publishing costs in CY 2002.

Under current law, basic publishing charges are by the line with squares of 250 ems. Before January 1, 1996, the rate was \$3.30 per square for the first insertion in a newspaper or qualified publication plus \$1.65 per square for each additional insertion in a newspaper or qualified publication. After December 31, 1995, and before December 31, 2005, a newspaper or qualified publication may, effective January 1, increase the basic charges by 5% more than the basic charges that were in effect during the previous year. However, the basic charges for the first insertion of a public notice in a newspaper or qualified publication may not exceed the lowest classified advertising rate charged to advertisers by the newspaper or qualified publication for

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comparable use of the same amount of space for other purposes. An additional charge of 50% is allowed for the publication of all public notice advertising containing rule or tabular work.

Under the bill, if publication of the 2002 APR is delayed until January 2003, school corporations would not face printing costs in CY 2002 given the school corporation would not have to print an APR in September 2002. Savings would depend on the school corporation and local action on the choice of publication used. Approximately 289 school corporations operate on a calendar year budget.

Contents of the Report: The bill changes the requirements on contents of the APR. An additional benchmark/indicator for student enrollment would be required in the report under the bill. However, under the bill, staff professional development and number and types of partnerships with the community, business, or higher education would be included in the report at the discretion of the school corporation.

Background: For the 2001 school year, public school enrollment totaled 988,691. Approximately 1,960 public schools were in operation within Indiana's 294 school corporations during that time.

Explanation of Local Revenues:

State Agencies Affected: Indiana Department of Education.

<u>Local Agencies Affected:</u> School Corporations.

Information Sources: Terry Spradlin, Indiana Department of Education.

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